engaged in the defense effort. This Department is willing to make the necessary expenditures to provide reliable service to all parties concerned, and in the interest of conservation of critical materials, it is highly desirable that the facilities now available be used to best advantage.

At the meeting of September 17, 1952, Mr. H. J. Lassig indicated that the Navy would be amenable to allocating a suitable station site and the necessary transmission line rights of way for the construction of a 75,000 kva distributing station and its associated lines and feeders. In this connection it is the Department's desire to obtain from the Navy a parcel of land approximately 275 feet by 295 feet located as indicated in green on the attached In addition, the Department desires a right of way 100 feet in width covering the area colored in orange and portions of the area colored yellow and red, subject to existing rights for pipelines and rail lines. In addition, the area colored in yellow, which carries an existing easement for pipelines, should be rewritten to include the right of ingress and egress for the installation and maintenance of the station and of overhead conductors by the Department of Water and Fower. In addition, the Department desires a 100-foot right of way running north on the property to the point of contact with property owned by the Harvey Machine Company for the purpose of installing 138 and 13.8 kv lines. In the event that this right of way shown cross-hatched in red on the print is not acceptable to the Havy, an alternate 100-foot right of way running westward on the property and covering the area cross-hatched in green and a portion of the area colored red on the print would be usable. This latter route would result in an excess cost of \$38,000 for additional line construction and payments to the Telephone Company for placing the existing telephone trunk line on Western Avenue underground and it is, therefore, our earnest desire that the line route "A" be granted by the Navy. In connection with the above property, it is our understanding that the station site and rights of way can be made available to the Department on the basis of a lease agreement for a period of 30 years and that a nominal fee, presumed to be \$1.00 per year, will be paid by the Department for the use of these properties. It is our understanding that the lease would be drawn up subject to termination in the event of a national emergency; but due to the importance of maintaining electrical energy to these plants in a national emergency, the Department does not consider that this stipulation will be exercised and consequently will accept a lease under these conditions.

It is further understood that an existing easement for 34.5 kv lines to Harvey Machine Company will be amplified to include the Department of Water and Power, and that this easement will cover existing 34.5 kv lines and two new 13.8 kv feeders to be constructed on the same poles to serve Douglas.